

ND ASSOCIATION OF COUNTIES
NDACo FUND
State Investment Board
Balance Sheet
As of 6/30/2002

	As of <u>6-30-02</u>	As of <u>6-30-01</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 96,766	\$ 113,510
INTERNATIONAL EQUITIES	26,669	26,763
DOMESTIC FIXED INCOME	119,935	117,987
INVESTED CASH (NOTE 1)	<u>13,589</u>	<u>12,328</u>
 TOTAL INVESTMENTS	 256,959	 270,588
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	1,155	993
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	<u>29,199</u>	<u>38,685</u>
 TOTAL ASSETS	 <u>\$ 287,313</u>	 <u>\$ 310,266</u>
LIABILITIES:		
ACCOUNTS PAYABLE	449	444
SECURITIES LENDING COLLATERAL (NOTE 2)	<u>29,199</u>	<u>38,685</u>
 TOTAL LIABILITIES	 29,648	 39,129
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	271,137	539,481
CASH IN DURING YEAR (NOTE 3)	0	-
CASH OUT DURING YEAR (NOTE 4)	0	264,275
NET INCREASE (DECREASE)	<u>(13,472)</u>	<u>(4,069)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>257,665</u>	 <u>271,137</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 287,313</u>	 <u>\$ 310,266</u>

**ND ASSOCIATION OF COUNTIES
NDACo FUND
State Investment Board
Profit and Loss Statement
For the Month Ended 6/30/2002**

	Month Ended <u>6-30-02</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 853	\$ 9,332
SECURITIES LENDING INCOME	<u>67</u>	<u>1,058</u>
	920	10,390
 GAIN ON SALE OF INVESTMENTS	 1,839	 17,637
LOSS ON SALE OF INVESTMENTS	<u>2,069</u>	<u>19,689</u>
 NET GAINS (LOSSES) INVESTMENTS	 (230)	 (2,052)
 INVESTMENT EXPENSES	 290	 1,666
SECURITIES LENDING EXPENSES	<u>57</u>	<u>922</u>
 NET INVESTMENT INCOME	 343	 5,750
 NET APPREC (DEPREC) MARKET VALUE	 (9,914)	 (19,213)
MISCELLANEOUS INCOME/(EXPENSE)	<u>0</u>	<u>(9)</u>
 TOTAL INVESTMENT INCOME	 <u>(9,571)</u>	 <u>(13,472)</u>
 NET INCREASE (DECREASE)	 <u>\$ (9,571)</u>	 <u>\$ (13,472)</u>

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NDACo FUND
Notes To Financial Statements
June 30, 2002

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 2 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 3 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.